



# House of Representatives

General Assembly

**File No. 103**

*January Session, 2007*

Substitute House Bill No. 7196

*House of Representatives, March 21, 2007*

The Committee on General Law reported through REP. STONE of the 9th Dist., Chairperson of the Committee on the part of the House, that the substitute bill ought to pass.

## ***AN ACT ESTABLISHING A PERSONAL PROPERTY TAX EXEMPTION FOR SUPERMARKETS.***

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 Section 1. (NEW) (*Effective July 1, 2007*) Municipalities may abate
- 2 one hundred per cent of personal property taxes for machinery,
- 3 equipment and furnishings associated with supermarkets.

This act shall take effect as follows and shall amend the following sections:

Section 1	<i>July 1, 2007</i>	New section
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**GL**      *Joint Favorable Subst.*

The following fiscal impact statement and bill analysis are prepared for the benefit of members of the General Assembly, solely for the purpose of information, summarization, and explanation, and do not represent the intent of the General Assembly or either chamber thereof for any purpose:

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**OFA Fiscal Note**

**State Impact:** None

**Municipal Impact:**

Municipalities	Effect	FY 08 \$	FY 09 \$
All Municipalities	Net Grand List Loss	None	Potential

**Explanation**

Municipalities electing to exempt personal property of supermarkets from the property tax would experience a loss to their net grand list (assessed value less exemptions permitted under state law). This would likely necessitate an increase in a municipality's mill rate to offset the loss of taxable property.

**The Out Years**

The annualized ongoing fiscal impact identified above would continue into the future subject to inflation.

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**OLR Bill Analysis**

**sHB 7196**

***AN ACT ESTABLISHING A PERSONAL PROPERTY TAX  
EXEMPTION FOR SUPERMARKETS.***

**SUMMARY:**

This bill allows municipalities to abate 100% of a supermarket's personal property tax for its machinery, equipment, and furnishings.

EFFECTIVE DATE: July 1, 2007

**COMMITTEE ACTION**

General Law Committee

Joint Favorable Substitute

Yea 16 Nay 3 (03/06/2007)